INFORMATION REPORT INFORMATION REPORT

CENTRAL INTELLIGENCE AGENCY

This material contains information affecting the National Defense of the United States within the meaning of the Espionage Laws. Title 18. U.S.C. Secs. 793 and 794, the transmission or revelation of which in any manner to an unauthorized person is prohibited by law

SECRET NOFORN/NO DISSEM ABROAD/LIMITED/BACKGROUND USE ONLY

25X1 USSR REPORT COUNTRY 1955 Comments on the Change of LeadershipDATE DISTR. SUBJECT in the USSR 25X1 NO. OF PAGES REQUIREMENT NO. RD DATE OF INFO. Đ REFERENCES PLACE ACQUIRED This is UNEVALUATED Information DATE ACQUIRED SOURCE EVALUATIONS ARE DEFINITIVE. APPRAISAL OF CONTENT IS TENTATIVE 25X1

- 1. The resignation of G. M. Malenkov means a victory for N. S. Khrushchev, who is now the strongest Soviet figure, and a probable end of collective leader—ship in the USSR. Recent Communist Party releases have been signed by Khrushchev alone. Allegedly, V. M. Molotov's fate is also sealed as the Party leadership seeks younger men. Army support of the new regime is shown by the appointment of N. A. Bulganin.
- 2. Malenkov and Khrushchev both believe in Lenin's thesis that capitalism is doomed. Malenkov, fearing that the capitalists would attack the Soviet Union to avoid dying, advocated coexistence, including both apparent and actual concessions. He aimed at separating the Western peoples from the "warmongers" and at achieving a higher standard of living for the Soviet people. Khrushchev, while also fearing attack, advocates coexistence with no concessions and aims at military and economic parity with the United States. The Army is striving to catch up to the Western lead in atomic warfare assets and therefore pushes troop atomic warfare refitting, which requires an appreciable investment. Recent ideological differences are based on a revision of the economy to this goal, although this will lower living standards.
- 3. Economic redirection will entail: Party assistance against the people; Party assistance in revision of economic planning in heavy industry and the power program; maintenance of the present hegemony over the satellites, including the partition of Germany; and an unyielding policy in Europe and an aggressive flexible policy in Asia aiming at creating new unrests to raise conflicts of interest among the Western powers.
- 4. There will be increased Party ideology in foreign policy.
- 5. Conclusions: (a) Khrushchev defeated Malenkov by allying his personal aims with those of the military; (b) there will be increasing influence in foreign policy by the military; and (c) there will be less tactical flexibility in Soviet foreign policy.

SECRET NOFORN/NO DISSEM ABROAD/LIMITED/BACKGROUND THE ONLY

STATE X	ARMY	х	NAVY	x	AIR	х	FBI		AEC					L
2000	4					(Note	: Washir	ton	distribution	indicate	d by "X";	Field o	listribution b	y "#".)

